#### CENTRAL INTELLIGENCE AGENCY

# INFORMATION REPORT

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25X1A China REPORT NO. COUNTRY 26 August 1953 DATE DISTR. SUBJECT Tungsten Mines in Kiangsi and Kwangtung 3 NO. OF PAGES 25X1A REQUIREMENT NO. RD DATE OF INFO. REFERENCES PLACE ACQUIRED

THE SOURCE EVALUATIONS IN THIS REPORT ARE DEFINITIVE.

THE APPRAISAL OF CONTENT IS TENTATIVE.

(FOR KEY SEE REVERSE)

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SOURCE:

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- In early February the Ch'iennan (N 24-44, E 114-26) Tungsten Mine in Kiangsi
  was producing about 20 piculs of tungsten ore daily. The tungsten ore was
  shipped either to Hankow via Kanhsien (N 25-52, E 114-54) or to Shanghai via
  Nanch'ang (N 28-40, E 115-53). Important personnel in the administration
  of the Ch'iennan Tungsten Mine were as follows:
  - a. WEI Kuang-chung (7614/0342/0022), president.
  - b. LIU Cheng-hua (0491/2973/5478), military representative.
  - c. LI Tung-yang (2621/2639/2254), chief engineer.
  - d. Sha-wei-li-chi-fu-szu-chi (3097/4850/0448/1015/1133/2448/1015), Soviet engineer.
  - e. A commissar, who had 30 men under him.
- 2. Administratively, the Ch'iennan Tungsten Mine was divided into offices including managing, supply, transportation, comptroller, cooperation, and business offices. Two important parts of the mine were the generating station

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with three Japanese generators, and a machine shop which was equipped with lathes, shapers, and planers. There were 2,700 men employed at the Ch'iennan Tungsten Mine.

- 3. In February 1953 the largest supplies of tungsten in the Huiyang (N 23-05, E 114-26) area, Kwangtung, were found in Antun (1344/1076), Shihchuchang (4258/2691/1534), Chilungshan (7741/4705/1472), Pushin (8248/1800), Chikungk'eng (7741/0361/0977), Tawanshan (1129/3494/1472) and Pokungao.<sup>2</sup>
- 4. Before the occupation of the mainland by the Chinese Communists, the former Resources Committee of the Chinese Nationalist Government had established offices and mining plants in these places for the exploitation of the tungsten resources. During the early stages of the Communist occupation of the Huiyang district, these plants were run by local community leaders and local inhabitants were employed to work in the plants. Because of the lack of proper tools and techniques, however, the production of tungsten was quite limited and as a result these plants were closed down after a short period of operation. In the spring of 1950 the Canton office of the Color Metal Industry Bureau of the Chinese Communist Central South Administration Committee's Heavy Industry Department dispatched a Communist official named CHANG-Tzu-cheng (1728/5261/6927) to be acting director of the Tung Chiang (2639/3068) Branch Office in the city of Huiyang. This office served as the sole agency for buying tungsten, the price of which was set at JMP 20,000,000 per long ton, and directed the development of tungsten mining in the Huiyang district.
- 5. Since early 1953 the Tung Chiang Branch Office had been dispatching Communist officials to recruit laborers and to commandeer local rich farmers, "unstable elements", and landlords to work in the mines. A total of about 500 persons was the goal, and the laborers were to be divided into two classes. The first, trained laborers, were paid on a salary basis and could receive up to JMP 600,000 per month. The second, the landlords, rich farmers, and "unstable elements", were not paid. Instead each received 9/160 catties of rice, 2/160 catties of cooking oil, and 3/160 catties of tobacco for each days work.
- 6. In February 1953 three Russian advisors and technicians arrived in Huiyang from the Canton office to supervise the work going on in the mines. There were 100 policemen on guard duty at the various mines. All staff members and laborers working in the mines were issued identification ceritficates which enabled them to enter and leave the mines.

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- 7. In early April 1953 there were many tungsten mines in the areas of Tochuhsu (1122/4376/1074), and Antunhsu (1344/1076/1074) in Huiyang Haien, and Lant'ang (5663/1048) in Tzuchin (N 23-38, E 115-10) Haien, Kwangtung.
- 8. In the winter of 1949, the Canton Office of the Color Metal Industry Bureau, Central and South China Military and Administrative Committee, had sent CHANG Tzu-cheng (1728/5261/6927), acting chief of its Tung Chiang (2639/3068) Sub-Bureau to set up offices at Tochuhsu, Tashihchieh (2092/4258/5894), and Shuifangk'ou (3055/2658/0656), in the latter city in the building which was formerly the site of the Ho Hsin (0678/2450) tearoom, to exploit the mines.
- 9. In early 1953 over 500 local landlords, rich peasants, and prisoners had been recruited to take part in the work. During February, the Canton office sent three Soviet technical advisors to conduct the mining of various mine fields and a police company of about 100 men was set up to maintain security. In early April no one could enter or leave the carefully guarded mine fields without a pass.
- 10. The number of employees and the production rates of the various mine fields were as follows:

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- a. Fields in the general area of Tochuhsu to Antunhsu, Shihchuchang (4258/2691/1534) had over 400 employees and a daily production of over 10 piculs (2137) of tungsten.
- b. Fields at Antunhsu to Yangt'an (3152/3389), the native name of which was Huaihsin (1095/1800), had more than 50 employees and a daily production of two to three piculs.
- c. Fields at Antunhsu to Paishichien (4101/4258/6015), the native name of which was Chimak'eng (7741/7803/0977), had 500 employees and produced over 20 piculs a day.
- d. Fields from Antunhsü to Tach'ouhsü (1129/4464/1074), the native name of which was Shaomushan (2626/1191/1472), had over 300 men and a daily production of 10 piculs.
- e. Fields from Tochuhsu to Paohsi (1405/1153), Fotsu (0154/4436), and Liuchienfeng (2692/1423/1496), the native name of which was Pokungliu (0130/0361/2692), had over 600 men and a daily production of 30 piculs.
- f. Fields from Lant'ang to Chilungshan (7741/4705/1472) in Tsuchin Hsien had over 500 men and a daily production of about 30 piculs.
- 11. The tungsten produced from these mines was collected in Canton before being transported north to Soviet Russia.

Comment. For earlier reports on the mining of wolframite in these areas, see

- 1. Comment. Possibly Chikungchang (approximately N 23-06, E 114-50) was meant.
- 2. <u>Comment</u>. Approximately (N 23-06, E 114-50).

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- 3. Comment. Compare paras. 7-9 with paras. 3-6.
- 4. Comment. Probably wolframite was meant here and in the following sub-paragraphs.

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